

# **FISCAL NOTE**

## **SB 1786 - HB 1740**

March 15, 2001

**SUMMARY OF BILL:** Authorizes the state to condemn, in whole or in part, any system providing heating and cooling services to buildings in downtown Nashville. Specifies that if the state builds a facility to provide heating and cooling services to downtown Nashville it is not required to follow local ordinances, regulations or other restrictions including environmental and zoning restrictions. Provides that if the local government from which the state purchases heating and cooling services for state buildings in downtown Nashville increases prices above market rate the state may recoup the excess above market rate by withholding that amount of state shared taxes from the local government.

### **ESTIMATED FISCAL IMPACT:**

**Other Fiscal Impact - The fiscal impact of the bill would depend on which option was chosen, if any, by the state. To the extent the state chooses to condemn the heating and cooling system providing services to downtown Nashville or chooses to build a new system, it will incur a significant expense for the fair market value of the existing system or the cost of constructing a new system both estimated to exceed \$75 million. To the extent that the state was charged above the market rate for heating and cooling services, the state would avoid the cost for such charges.**

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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